

D-LINK CORPORATION
Reviewed Non-consolidated Balance Sheet
March 31, 2003 and 2004

(In thousands of New Taiwan Dollars)

	03/31/2004		03/31/2003			03/31/2004		03/31/2003		
Assets	Amounts	%	Amounts	%		Amounts	%	Amounts	%	
Current Assets :										
Cash and cash equivalents	\$ 1,092,787	6	1,372,205	8				1,496,362	9	
Short-term investment	3,552,384	19	2,811,171	17				540,774	3	
Receivables, net	147,367	1	773,511	5				875,557	5	
Receivables from related parties	5,819,071	31	3,845,688	23				200,000	1	
Inventory	79,456	-	1,093,408	7				462,061	2	
Other current assets	1,116,638	6	177,233	1				574,531	4	
	<u>11,807,703</u>	<u>63</u>	<u>10,073,216</u>	<u>61</u>				<u>3,687,224</u>	<u>22</u>	
Long-term investment :										
Long-term investment	6,185,796	33	4,050,944	24						
	<u>6,185,796</u>	<u>33</u>	<u>4,050,944</u>	<u>24</u>						
Fixed Assets :										
Cost :										
Land	95,949	1	95,949	1						
Buildings	481,210	3	1,396,550	8						
Machinery & equipment	6,175	-	811,662	5						
Other fixed assets	24,205	-	212,205	1						
	<u>607,539</u>	<u>4</u>	<u>2,516,366</u>	<u>15</u>						
Less : accumulated depreciation	(128,783)	(1)	(721,689)	(4)						
Prepayment	-	-	11,741	-						
	<u>478,756</u>	<u>3</u>	<u>1,806,418</u>	<u>11</u>						
Other Assets :										
Assets for rent	-	-	139,201	1						
Long-term receivables-related parties			239,120	1						
Other assets	117,960	1	257,305	2						
	<u>117,960</u>	<u>1</u>	<u>635,626</u>	<u>4</u>						
Total Assets	\$ 18,590,215	100	16,566,204	100						
						Liabilities and shareholders' equity				
						Current liabilities :				
						Accounts and notes payables	2,023,623	12	1,496,362	9
						Payables from related parties	1,494,433	8	540,774	3
						Other current liabilities	818,835	4	875,557	5
						Current maturities	2,060,531	11	200,000	1
						Deferred credit	462,061	2	574,531	4
							<u>6,859,483</u>	<u>37</u>	<u>3,687,224</u>	<u>22</u>
						Long-term liabilities :				
						Bonds payable	-	-	2,414,883	15
						Long-term debts	-	-	400,000	2
							<u>-</u>	<u>-</u>	<u>2,814,883</u>	<u>17</u>
						Other liabilities :				
						Other liabilities	186,636	1	158,558	1
						Total liabilities	<u>7,046,119</u>	<u>38</u>	<u>6,660,665</u>	<u>40</u>
						Shareholders' equity :				
						Capital				
						Common stocks	5,251,531	28	4,903,107	30
						Paid-in capital	3,231,574	18	2,654,594	16
						Retained earnings :				
						Legal reserve	610,282	3	523,254	3
						Special reserve	-	-	275,530	1
						Unappropriated earnings	2,967,430	16	1,423,653	9
							<u>3,577,712</u>	<u>19</u>	<u>2,222,437</u>	<u>13</u>
						Accumulated adjustment	157,849	1	125,401	1
						Treasury stocks	(674,570)	(4)	-	-
							<u>11,544,096</u>	<u>62</u>	<u>9,905,539</u>	<u>60</u>
						Total shareholders' equity				
						Liabilities and shareholders' equity	\$ 18,590,215	100	16,566,204	100

D-LINK CORPORATION
Reviewed Non-consolidated Statements of Income
Quarter ended March 31, 2003 and 2004

(In thousands of New Taiwan dollars)

	2004		2003	
	Amounts	%	Amounts	%
Sales				
Sales	\$ 4,126,288	103	3,345,397	104
Less : discount & return	102,229	3	130,303	4
Net Sales	4,024,059	100	3,215,094	100
Cost of goods sold	3,411,947	85	2,783,024	87
Gross profit	612,112	15	432,070	13
Intercompany adjustment	7,902	-	(9,108)	-
Realized gross profit	620,014	15	422,962	13
Operating expenses				
Selling	113,016	4	75,157	2
Administrative	93,240	2	55,862	2
R&D	2,918	-	-	-
Total operating expenses	209,174	6	131,019	4
Operating profit	410,840	9	291,943	9
Non-operating income :				
Interests	3,054	-	4,172	-
Disposal gain	754,161	19	6,468	-
Investment income – equity method	217,462	6	-	-
Foreign exchange gain	-	-	64,703	2
Other income	34,633	-	41,626	1
	1,009,310	25	116,969	3
Non-operating expenses :				
Interests	29,234	1	25,980	1
Investment loss – equity method	-	-	45,416	1
Investment loss – cost method	-	-	16,487	1
Foreign exchange loss	76,237	2	-	-
Inventory obsolesce & devaluation	6,895	-	11,052	-
Other loss	9,421	-	6	-
	121,787	3	98,941	3
Income before tax	1,298,363	31	309,971	9
Income tax expense	55,000	1	30,885	1
Income from continue operating	1,243,363	30	279,086	8
Income from discontinue operating	-	-	120,161	4
Net Income	\$ 1,243,363	30	399,247	12
Net income per share				
Basic earnings per common share (in NT Dollars)	\$ 2.45		\$ 0.79	